

UNITED STATES BANKRUPTCY COURT  
JUDICIAL DISTRICT OF PUERTO RICO  
DIVISION

MEDSCI DIAGNOSTICS, INC.

CASE NO. 10-04961 ESL

Debtor

Chapter 11

DEBTOR'S STANDARD MONTHLY OPERATING REPORT (BUSINESS)

FOR THE PERIOD  
FROM 12/1/2010 TO 12/31/2010

Comes now the above-named debtor and files its Monthly Operating Reports in accordance with the Guidelines established by the United States Trustee and FRBP 2015.

/S/ EDGARDO MUÑOZ 1/20/11

Attorney for Debtor's Signature

Debtor's Address  
and Phone Number:

MEDSCI DIAGNOSTICS, INC  
CONDOMINIO SON SID -- SUITE 1  
1319 ASHFORD AVE. SAN JUAN PR 00907  
787-723-9393

Attorney's Address  
and Phone Number:

Edgardo Muñoz, PSC  
PO Box 360971  
San Juan PR 00936-0971

tel 787-524-3888  
e-mail: emunoz@emunoz.net  
fax 787-524-3888

Note: The original Monthly Operating Report is to be filed with the court and a copy simultaneously provided to the United States Trustee Office. Monthly Operating Reports must be filed by the 20<sup>th</sup> day of the following month.

For assistance in preparing the Monthly Operating Report, refer to the following resources on the United States Trustee Program Website, [http://www.usdoj.gov/ust/r21/reg\\_info.htm](http://www.usdoj.gov/ust/r21/reg_info.htm)

- 1) Instructions for Preparations of Debtor's Chapter 11 Monthly Operating Report
- 2) Initial Filing Requirements
- 3) Frequently Asked Questions (FAQs)<http://www.usdoj.gov/ust/>.

**SCHEDULE OF RECEIPTS AND DISBURSEMENTS**  
**FOR THE PERIOD BEGINNING 12/1/2010 AND ENDING 12/31/2010**

Name of Debtor: MEDSCI DIAGNOSTICS, INC.  
 Date of Petition: JUNE 6, 2010

Case Number 10-04961 ESL

	CURRENT MONTH	CUMULATIVE PETITION TO DATE
<b>1. FUNDS AT BEGINNING OF PERIOD</b>	<u>71,008.31</u>	<u>20,699.32</u>
<b>2. RECEIPTS:</b>		
A. Cash Sales	(a)	
Minus: Cash Refunds	(-)	
Net Cash Sales		
B. Accounts Receivable	<u>885,833.37</u>	<u>2,145,187.04</u>
C. Other Receipts ( <i>See MOR-3</i> ) (If you receive rental income, you must attach a rent roll.)		
<b>3. TOTAL RECEIPTS (Lines 2A+2B+2C)</b>	<u>885,833.37</u>	<u>2,145,187.04</u>
<b>4. TOTAL FUNDS AVAILABLE FOR OPERATIONS (Line 1 + Line 3)</b>	<u>956,841.68</u>	<u>2,165,886.36</u>
<b>5. DISBURSEMENTS</b>		
A. Advertising	51.00	1,159.06
B. Bank Charges	<u>97,241.05</u>	<u>381,068.41</u>
C. Contract Labor		
D. Fixed Asset Payments (not incl. in "N")		
E. Insurance	<u>6,385.10</u>	<u>28,149.83</u>
F. Inventory Payments ( <i>See Attach. 2</i> )		
G. Leases		
H. Manufacturing Supplies		280.68
I. Office Supplies	<u>80,462.60</u>	<u>229,405.69</u>
J. Payroll - Net ( <i>See Attachment 4B</i> )	<u>55,245.19</u>	<u>213,669.77</u>
K. Professional Fees (Accounting & Legal)	<u>42,540.65</u>	<u>55,674.75</u>
L. Rent	<u>2,958.08</u>	<u>16,902.62</u>
M. Repairs & Maintenance	<u>4,719.65</u>	<u>48,090.28</u>
N. Secured Creditor Payments ( <i>See Attach. 2</i> )	<u>215,778.71</u>	<u>659,949.91</u>
O. Taxes Paid - Payroll ( <i>See Attachment 4C</i> )	<u>10,003.29</u>	<u>83,030.76</u>
P. Taxes Paid - Sales & Use ( <i>See Attachment 4C</i> )		
Q. Taxes Paid - Other ( <i>See Attachment 4C</i> )		
R. Telephone	<u>179.77</u>	<u>1,077.06</u>
S. Travel & Entertainment		
T. U.S. Trustee Quarterly Fees	<u>0.00</u>	<u>5,525.00</u>
U. Utilities		270
V. Vehicle Expenses		
W. Other Operating Expenses ( <i>See MOR-3</i> )	<u>1,735.51</u>	<u>2,091.56</u>
<b>6. TOTAL DISBURSEMENTS (Sum of 5A thru W)</b>	<u>517,300.60</u>	<u>1,726,345.28</u>
<b>7. ENDING BALANCE (Line 4 Minus Line 6)</b>	<u>439,541.08</u>	<u>(c)</u>

I declare under penalty of perjury that this statement and the accompanying documents and reports are true and correct to the best of my knowledge and belief.

This 20 day of JAN, 20<sup>11</sup>.

  
(Signature)

- (a) This number is carried forward from last month's report. For the first report only, this number will be the balance as of the petition date.
- (b) This figure will not change from month to month. It is always the amount of funds on hand as of the date of the petition.
- (c) These two amounts will always be the same if form is completed correctly.

**MONTHLY SCHEDULE OF RECEIPTS AND DISBURSEMENTS (cont'd)**

**Detail of Other Receipts and Other Disbursements**

**OTHER RECEIPTS:**

Describe Each Item of Other Receipt and List Amount of Receipt. Write totals on Page MOR-2, Line 2C.

<u>Description</u>	<u>Current Month</u>	<u>Cumulative Petition to Date</u>
TOTAL OTHER RECEIPTS		

"Other Receipts" includes Loans from Insiders and other sources (i.e. Officer/Owner, related parties, directors, related corporations, etc.). Please describe below:

<u>Loan Amount</u>	<u>Source of Funds</u>	<u>Purpose</u>	<u>Repayment Schedule</u>

**OTHER DISBURSEMENTS:**

Describe Each Item of Other Disbursement and List Amount of Disbursement. Write totals on Page MOR-2, Line 5W.

<u>Description</u>	<u>Current Month</u>	<u>Cumulative Petition to Date</u>
BB		356.05
Interest IRS	1,735.51	1,735.51
TOTAL OTHER DISBURSEMENTS	1,735.51	2,091.56

**NOTE: Attach a current Balance Sheet and Income (Profit & Loss) Statement.**

**ATTACHMENT 1**

**MONTHLY ACCOUNTS RECEIVABLE RECONCILIATION AND AGING**

Name of Debtor: MEDSCI DIAGNOSTICS, INC. CASE NO. 10-04961 ESL

Reporting Period beginning 12/1/2010 Period ending 12/31/10

ACCOUNTS RECEIVABLE AT PETITION DATE: \$1,427,930.00

**ACCOUNTS RECEIVABLE RECONCILIATION**

(Include all accounts receivable, pre-petition and post-petition, including charge card sales which have not been received):

Beginning of Month Balance	<u>\$ 1,791,091.00</u>	(a)
PLUS: Current Month New Billings	<u>283,826.37</u>	
MINUS: Collection During the Month	<u>\$ 885,833.37</u>	(b)
PLUS/MINUS: Adjustments or Writeoffs	<u>\$ -0-</u>	*
End of Month Balance	<u>\$ 1,189,084.00</u>	(c)

\*For any adjustments or Write-offs provide explanation and supporting documentation, if applicable:

**POST PETITION ACCOUNTS RECEIVABLE AGING**  
(Show the total for each aging category for all accounts receivable)

0-30 Days	31-60 Days	61-90 Days	Over 90Days	Total
<u>\$ 328,789</u>	<u>\$ 223,541</u>	<u>\$ 252,005</u>	<u>\$ 384,749</u>	<u>\$ 1,189,084 (c)</u>

For any receivables in the "Over 90 Days" category, please provide the following:

<u>Customer</u>	<u>Receivable Date</u>	<u>Status</u> (Collection efforts taken, estimate of collectibility, write-off, disputed account, etc.)
FSE	6/30/10	See Adversary Proceeding 10-0094

- (a)This number is carried forward from last month's report. For the first report only, this number will be the balance as of the petition date.  
(b)This must equal the number reported in the "Current Month" column of Schedule of Receipts and Disbursements (Page MOR-2, Line 2B).  
(c)These two amounts must equal.

**ATTACHMENT 2**  
**MONTHLY ACCOUNTS PAYABLE AND SECURED PAYMENTS REPORT**

Name of Debtor: MEDSCI DIAGNOSTICS, INC. CASE NO. 10-04961 ESL

Reporting Period beginning 12/1/2010 Period ending 12/31/2010

In the space below list all invoices or bills incurred and not paid since the filing of the petition. Do not include amounts owed prior to filing the petition. In the alternative, a computer generated list of payables may be attached provided all information requested below is included.

**POST-PETITION ACCOUNTS PAYABLE**

<u>Date Incurred</u>	<u>Days Outstanding</u>	<u>Vendor</u>	<u>Description</u>	<u>Amount</u>
TOTAL AMOUNT				<u>290,306.38</u> (b)

Check here if pre-petition debts have been paid. Attach an explanation and copies of supporting documentation.

**ACCOUNTS PAYABLE RECONCILIATION (Post Petition Unsecured Debt Only)**

Opening Balance	\$ 143,737.14	(a)
PLUS: New Indebtedness Incurred This Month	\$ 359,815.53	
MINUS: Amount Paid on Post Petition, Accounts Payable This Month	\$ 213,246.29	
PLUS/MINUS: Adjustments	\$ *	
Ending Month Balance	\$ 290,306.38	(c)

\*For any adjustments provide explanation and supporting documentation, if applicable.

**SECURED PAYMENTS REPORT**

List the status of Payments to Secured Creditors and Lessors (Post Petition Only). If you have entered into a modification agreement with a secured creditor/lessor, consult with your attorney and the United States Trustee Program prior to completing this section).

<u>Secured Creditor/ Lessor</u>	<u>Date Payment Due This Month</u>	<u>Amount Paid This Month</u>	<u>Number of Post Petition Payments Delinquent</u>	<u>Total Amount of Post Petition Payments Delinquent</u>
RG Loan	12/6 & 13/10	208,296.71		
RG Loan	12/6 & 13/10	6,870.00		
TOTAL		<u>215,166.71</u> (d)		

(a)This number is carried forward from last month's report. For the first report only, this number will be zero.

(b, c)The total of line (b) must equal line (c).

(d)This number is reported in the "Current Month" column of Schedule of Receipts and Disbursements (Page MOR-2, Line 5N).

ATTACHMENT 3  
INVENTORY AND FIXED ASSETS REPORT

Name of Debtor: MEDSCI DIAGNOSTICS, INC. CASE NO. 10-04961 ESL

Reporting Period beginning 12/1/2010 Period ending 12/31/2010

INVENTORY REPORT

INVENTORY BALANCE AT PETITION DATE:	\$ 5,013.98
INVENTORY RECONCILIATION:	
Inventory Balance at Beginning of Month	\$ 7,813.86
PLUS: Inventory Purchased During Month	\$ 20,126.34
MINUS: Inventory Used or Sold	\$ 19,789.97
PLUS/MINUS: Adjustments or Write-downs	\$ -0-
Inventory on Hand at End of Month	\$ 8,150.23

METHOD OF COSTING INVENTORY: \_\_\_\_\_

\*For any adjustments or write-downs provide explanation and supporting documentation, if applicable.

INVENTORY AGING

Less than 6 months old	6 months to 2 years old	Greater than 2 years old	Considered Obsolete	Total Inventory
<u>100</u> %	_____ %	_____ %	_____ %	= <u>100%*</u>

\* Aging Percentages must equal 100%.

Check here if inventory contains perishable items.

Description of Obsolete Inventory: \_\_\_\_\_

FIXED ASSET REPORT

FIXED ASSETS FAIR MARKET VALUE AT PETITION DATE: \_\_\_\_\_ (b)  
(Includes Property, Plant and Equipment)

BRIEF DESCRIPTION (First Report Only): \_\_\_\_\_

FIXED ASSETS RECONCILIATION:

Fixed Asset Book Value at Beginning of Month	\$ 3,825,053.68	(a)(b)
MINUS: Depreciation Expense	\$ 75,569.68	
PLUS: New Purchases	\$ -0-	
PLUS/MINUS: Adjustments or Write-downs	\$ -0-	*
Ending Monthly Balance	\$ 3,749,484.00	

\*For any adjustments or write-downs, provide explanation and supporting documentation, if applicable.

BRIEF DESCRIPTION OF FIXED ASSETS PURCHASED OR DISPOSED OF DURING THE REPORTING PERIOD: \_\_\_\_\_

(a)This number is carried forward from last month's report. For the first report only, this number will be the balance as of the petition date.

(b)Fair Market Value is the amount at which fixed assets could be sold under current economic conditions. Book Value is the cost of the fixed assets minus accumulated depreciation and other adjustments.

**ATTACHMENT 4A**

**MONTHLY SUMMARY OF BANK ACTIVITY - OPERATING ACCOUNT**

Name of Debtor: MEDSCI DIAGNOSTICS, INC. CASE NO. 10-04961 ESL

Reporting Period beginning 12/1/2010 Period ending 12/31/2010

Attach a copy of current month bank statement and bank reconciliation to this Summary of Bank Activity. A standard bank reconciliation form can be found at [http://www.usdoj.gov/ust/r21/reg\\_info.htm](http://www.usdoj.gov/ust/r21/reg_info.htm). If bank accounts other than the three required by the United States Trustee Program are necessary, permission must be obtained from the United States Trustee prior to opening the accounts. Additionally, use of less than the three required bank accounts must be approved by the United States Trustee.

NAME OF BANK: Banco Santander BRANCH: \_\_\_\_\_

ACCOUNT NAME: \_\_\_\_\_ ACCOUNT NUMBER: 300460-2470

PURPOSE OF ACCOUNT: OPERATING

Ending Balance per Bank Statement	<u>\$ 382,060.09</u>
Plus Total Amount of Outstanding Deposits	<u>\$ -0-</u>
Minus Total Amount of Outstanding Checks and other debits	<u>\$ 17,420.04</u>
Minus Service Charges	<u>\$ -0-</u>
Ending Balance per Check Register	<u>\$ 364,640.05</u>

\*\*(a)

\*Debit cards are used by \_\_\_\_\_

\*\*If Closing Balance is negative, provide explanation: \_\_\_\_\_

The following disbursements were paid in Cash (do not includes items reported as Petty Cash on Attachment 4D: ( Check here if cash disbursements were authorized by United States Trustee)

Date	Amount	Payee	Purpose	Reason for Cash Disbursement
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____

**TRANSFERS BETWEEN DEBTOR IN POSSESSION ACCOUNTS**

"Total Amount of Outstanding Checks and other debits", listed above, includes:

\$	<u>N/A</u>	Transferred to Payroll Account
\$	<u>N/A</u>	Transferred to Tax Account

(a) The total of this line on Attachment 4A, 4B and 4C plus the total of 4D must equal the amount reported as "Ending Balance" on Schedule of Receipts and Disbursements (Page MOR-2, Line 7).

~~ATTACHMENT 5A~~

## **CHECK REGISTER - OPERATING ACCOUNT**

Name of Debtor: MEDSCI DIAGNOSTICS, INC. CASE NO. 10-04961 ESL

Reporting Period beginning 12/1/2010      Period ending 12/31/2010

**NAME OF BANK:** Banco Santander      **BRANCH:**

**ACCOUNT NAME:**

ACCOUNT NUMBER: 3004602470

PURPOSE OF ACCOUNT: OPERATING

Account for all disbursements, including voids, lost checks, stop payments, etc. In the alternative, a computer generated check register can be attached to this report, provided all the information requested below is included.

**ATTACHMENT 4B**

**MONTHLY SUMMARY OF BANK ACTIVITY - PAYROLL ACCOUNT**

Name of Debtor: MEDSCI DIAGNOSTICS, INC. CASE NO. 10-04961 ESL

Reporting Period beginning 12/1/2010 Period ending 12/31/2010

Attach a copy of current month bank statement and bank reconciliation to this Summary of Bank Activity. A standard bank reconciliation form can be found at [http://www.usdoj.gov/ust/r21/reg\\_info.htm](http://www.usdoj.gov/ust/r21/reg_info.htm).

NAME OF BANK: Banco Santander BRANCH: \_\_\_\_\_

ACCOUNT NAME: \_\_\_\_\_ ACCOUNT NUMBER: 3004602489  
PURPOSE OF ACCOUNT: PAYROLL

Ending Balance per Bank Statement	\$ <u>70,436.18</u>
Plus Total Amount of Outstanding Deposits	\$ <u>-0-</u>
Minus Total Amount of Outstanding Checks and other debits	\$ <u>-0-</u> *
Minus Service Charges	\$ _____
Ending Balance per Check Register	\$ <u>70,436.18</u> **(a)

\*Debit cards must not be issued on this account.

\*\*If Closing Balance is negative, provide explanation: \_\_\_\_\_

The following disbursements were paid by Cash: ( Check here if cash disbursements were authorized by United States Trustee)

Date	Amount	Payee	Purpose	Reason for Cash Disbursement
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____

The following non-payroll disbursements were made from this account:

Date	Amount	Payee	Purpose	Reason for disbursement from this account
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____

(a)The total of this line on Attachment 4A, 4B and 4C plus the total of 4D must equal the amount reported as "Ending Balance" on Schedule of Receipts and Disbursements (Page MOR-2, Line 7).

**ATTACHMENT 5B**

Name of Debtor: MEDSCI DIAGNOSTICS, INC. CASE NO. 10-04961 ESL  
Reporting Period beginning 12/1/2010 Period ending 12/31/2010  
NAME OF BANK: Banco Santander BRANCH:  
ACCOUNT NAME: \_\_\_\_\_  
ACCOUNT NUMBER: 3004602489  
PURPOSE OF ACCOUNT: PAYROLL

Account for all disbursements, including voids, lost payments, stop payment, etc. In the alternative, a computer generated check register can be attached to this report, provided all the information requested below is included.

**ATTACHMENT 4C**

**MONTHLY SUMMARY OF BANK ACTIVITY - TAX ACCOUNT**

Name of Debtor: MEDSCI DIAGNOSTICS, INC. CASE NO. 10-04961 ESL

Reporting Period beginning 12/1/2010 Period ending 12/31/2010

Attach a copy of current month bank statement and bank reconciliation to this Summary of Bank Activity. A standard bank reconciliation form can be found on the United States Trustee website,  
<http://www.usdoj.gov/ust/r21/index.htm>.

NAME OF BANK: Banco Santander BRANCH: \_\_\_\_\_

ACCOUNT NAME: \_\_\_\_\_ ACCOUNT NUMBER: 3004602497

PURPOSE OF ACCOUNT: TAX

Ending Balance per Bank Statement	\$	3,272.58
Plus Total Amount of Outstanding Deposits	\$	
Minus Total Amount of Outstanding Checks and other debits	\$	1,134.60 *
Minus Service Charges	\$	
Ending Balance per Check Register	\$	2,137.98 **(a)

\*Debit cards must not be issued on this account.

\*\*If Closing Balance is negative, provide explanation: \_\_\_\_\_

The following disbursements were paid by Cash: ( Check here if cash disbursements were authorized by United States Trustee)

Date	Amount	Payee	Purpose	Reason for Cash Disbursement
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____

The following non-tax disbursements were made from this account:

Date	Amount	Payee	Purpose	Reason for disbursement from this account
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____

(a)The total of this line on Attachment 4A, 4B and 4C plus the total of 4D must equal the amount reported as "Ending Balance" on Schedule of Receipts and Disbursements (Page MOR-2, Line 7).

## **ATTACHMENT 5C**

## **CHECK REGISTER - TAX ACCOUNT**

Name of Debtor: MEDSCI DIAGNOSTICS, INC.

CASE NO. 10-04961 ESI

Reporting Period beginning 12/1/2010

Period ending 12/31/2010

**NAME OF BANK:** Banco Santander

**BRANCH:**

**ACCOUNT NAME:**

ACCOUNT # 3004602497

PURPOSE OF ACCOUNT: TAX

Account for all disbursements, including voids, lost checks, stop payments, etc. In the alternative, a computer-generated check register can be attached to this report, provided all the information requested below is included.

<http://www.usdoj.gov/ust>

**CHECK**

**TOTAL** 10,003.29 (d) **SUMMARY OF TAXES PAID**

### SUMMARY OF TAXES PAID

Payroll Taxes Paid	10,003.29	(a)
Sales & Use Taxes Paid		(b)
Other Taxes Paid		(c)
<b>TOTAL</b>	<b>10,003.29</b>	<b>(d)</b>

- (a) This number is reported in the "Current Month" column of Schedule of Receipts and Disbursements (Page MOR-2, Line 5O).
  - (b) This number is reported in the "Current Month" column of Schedule of Receipts and Disbursements (Page MOR-2, Line 5P).
  - (c) This number is reported in the "Current Month" column of Schedule of Receipts and Disbursements (Page MOR-2, Line 5Q).
  - (d) These two lines must be equal.

**ATTACHMENT 4D**

**INVESTMENT ACCOUNTS AND PETTY CASH REPORT**

**INVESTMENT ACCOUNTS**

Each savings and investment account, i.e. certificates of deposits, money market accounts, stocks and bonds, etc., should be listed separately. Attach copies of account statements.

Type of Negotiable

Instrument	Face Value	Purchase Price	Date of Purchase	Current Market Value
TOTAL				(a)

**PETTY CASH REPORT**

The following Petty Cash Drawers/Accounts are maintained:

Location of Box/Account	(Column 2) Maximum Amount of Cash in Drawer/Acct.	(Column 3) Amount of Petty Cash On Hand At End of Month	(Column 4) Difference between Cash On Hand (Column 2) and At End of Month (Column 3)
	NONE		
TOTAL		\$ _____	(b)

For any Petty Cash Disbursements over \$100 per transaction, attach copies of receipts. If there are no receipts, provide an explanation \_\_\_\_\_

NONE  
\_\_\_\_\_

**TOTAL INVESTMENT ACCOUNTS AND PETTY CASH(a + b) \$ \_\_\_\_\_ (c)**

(c)The total of this line on Attachment 4A, 4B and 4C plus the total of 4D must equal the amount reported as "Ending Balance" on Schedule of Receipts and Disbursements (Page MOR-2, Line 7).

**ATTACHMENT 6**

## MONTHLY TAX REPORT

Name of Debtor: MEDSCI DIAGNOSTICS, INC.

CASE NO. 10-04961 ESL

Reporting Period beginning 12/1/2010

Period ending 12/31/2010

**TAXES OWED AND DUE**

Report all unpaid post-petition taxes including Federal and State withholding FICA, State sales tax, property tax, unemployment tax, State workmen's compensation, etc.

**ATTACHMENT 7**

**SUMMARY OF OFFICER OR OWNER COMPENSATION**

**SUMMARY OF PERSONNEL AND INSURANCE COVERAGES**

Name of Debtor: MEDSCI DIAGNOSTICS, INC. CASE NO. 10-04961 ESL

Reporting Period beginning 12/1/2010 Period ending 12/31/2010

Report all forms of compensation received by or paid on behalf of the Officer or Owner during the month. Include car allowances, payments to retirement plans, loan repayments, payments of Officer/Owner's personal expenses, insurance premium payments, etc. Do not include reimbursement for business expenses Officer or Owner incurred and for which detailed receipts are maintained in the accounting records.

Name of Officer or Owner	Title	Payment Description	Amount Paid
RALPH VALLONE, JR	VICE-PRESIDENT	Salaries	24,000
OSVALDO CARLO, ESQ.	PRESIDENT	Salaries	24,000

**PERSONNEL REPORT**

Number of employees at beginning of period	Full Time	Part Time
6		
Number hired during the period	-0-	
Number terminated or resigned during period	-0-	
Number of employees on payroll at end of period	6	

**CONFIRMATION OF INSURANCE**

List all policies of insurance in effect, including but not limited to workers' compensation, liability, fire, theft, comprehensive, vehicle, health and life. For the first report, attach a copy of the declaration sheet for each type of insurance. For subsequent reports, attach a certificate of insurance for any policy in which a change occurs during the month (new carrier, increased policy limits, renewal, etc.).

Agent and/or Carrier	Phone Number	Policy Number	Coverage Type	Expiration Date	Date Premium Due
CFSE	787-767-4681	0812001400	FSE	6/30/11	
Universal Insurance Company		UC-5600237869	Commercial Policy	10/08/11	
Universal CAICO		88PP369597	Vehicle insurance	04/20/2011	

The following lapse in insurance coverage occurred this month:

Policy Type	Date Lapsed	Date Reinstated	Reason for Lapse

Check here if U. S. Trustee has been listed as Certificate Holder for all insurance policies.

**ATTACHMENT 8**

**SIGNIFICANT DEVELOPMENTS DURING REPORTING PERIOD**

Information to be provided on this page, includes, but is not limited to: (1) financial transactions that are not reported on this report, such as the sale of real estate (*attach closing statement*); (2) non-financial transactions, such as the substitution of assets or collateral; (3) modifications to loan agreements; (4) change in senior management, etc. Attach any relevant documents.

- 1) Adversary Proceeding 10-0094 filed; TRO sought. Hearing held. Matter under advisement
  - 2) Stipulation with Scotiabank for use of cash collateral

We anticipate filing a Plan of Reorganization and Disclosure Statement on or before

**MEDSCI DIAGNOSTIC, INC.**  
**Check Register Operation**  
**For the Period From Dec 1, 2010 to Dec 31, 2010**  
**Case #10-04961 #3004602470 ELS**

Attachment #1

Check #	Date	Payee	Cash Ac	Amount
1168	12/06/2010	RG Premier Bank	1050	104,081.45
1169	12/06/2010	Dr. Oscar Zavala	1050	43,393.80
1170	12/06/2010	Diagnostic Imaging Sup	1050	19,504.00
1171	12/06/2010	Aquino, De Cordova, Ali	1050	565.00
1172	12/06/2010	De Lage Landen Financ	1050	234.18
1173	12/06/2010	RG Premier Bank	1050	3,435.00
1174	12/06/2010	Lcdo. Edgardo Muñoz P	1050	18,600.00
1175	12/06/2010	Juan Enrique Segarra, I	1050	170.00
1176	12/06/2010	Bonard International Co	1050	975.75
1179	12/07/2010	Diagnostic Imaging Sup	1050	9,416.00
1180	12/07/2010	Santurce XRay	1050	856.21
1181	12/09/2010	Cash	1050	169.85
1182	12/09/2010	Cash	1050	315.36
1183	12/09/2010	Reliable Financial	1050	306.00
1184	12/09/2010	Easy Finance Corporati	1050	2,749.27
1185	12/10/2010	Diagnostic Imaging Sup	1050	19,504.00
1186	12/10/2010	Diagnostic Product For	1050	342.80
1187	12/10/2010	Mr. Ink of PR	1050	361.83
1188	12/10/2010	Aeronet Wireless Broad	1050	3,599.80
1189	12/10/2010	Aeronet Wireless Broad	1050	1,119.85
1190	12/10/2010	AT&T	1050	179.77
1198	12/13/10	RG Premier Bank	1050	104,215.26
1199	12/13/10	RG Premier Bank	1050	3,435.00
1191	12/15/10	Carlos A. Bonilla Padilla	1050	724.50
1192	12/15/10	Carlos A. Bonilla Padilla	1050	347.50
1193	12/15/10	Nixa H. Pérez Mercado	1050	790.50
1194	12/15/10	Lcdo. Edgardo Muñoz P	1050	22,340.65
1196	12/15/10	Dr. Oscar Zavala	1050	38,269.50
1197	12/15/10	Diagnostic Imaging Sup	1050	19,504.00
1195	12/15/10	Dr. Felix Aponte La Luz	1050	9,672.00
1201	12/21/10	VOID	1050	
1202	12/21/10	VOID	1050	
1219	12/29/10	Santurce XRay	1050	856.21
1220	12/29/10	Diagnostic Imaging Sup	1050	9,416.00
1203	12/30/10	Carlos A. Bonilla Padilla	1050	604.50
1204	12/30/10	Carlos A. Bonilla Padilla	1050	724.50
1203V	12/30/10	Carlos A. Bonilla Padilla	1050	-604.50
1205	12/30/10	Carlos A. Bonilla Padilla	1050	347.50
1206	12/30/10	Nixa H. Pérez Mercado	1050	790.50
1207	12/30/10	Carmen Ramos	1050	930.00
1208	12/30/10	Jose Candelaria	1050	155.00
1209	12/30/10	Easy Finance Corporati	1050	2,749.27
1210	12/30/10	Internal Revenue Servic	1050	1,735.51
1211	12/30/10	Carlos A. Suarez	1050	150.00
1212	12/30/10	RICOH	1050	2.65
1213	12/30/10	De Lage Landen Financ	1050	223.90
1214	12/30/10	Aquino, De Cordova, Ali	1050	
1215	12/30/10	ReComs Realty	1050	2,500.00
1216	12/30/10	Regulatory Compliance	1050	886.56
1217	12/30/10	Reliable Financial	1050	306.00
1218	12/30/10	Aquino, De Cordova, Ali	1050	1,035.00
011V	12/30/10	Félix Rodríguez	1050	-45.00
		Bank Charge		51.00
				213.69
<b>Total</b>			<b>\$</b>	<b>452,207.12</b>

**MEDSCI DIAGNOSTIC, INC.**  
**Check Register #3004602489**  
**For the Period From Dec 1, 2010 to Dec 31, 2010**  
**Case 10-04991- ELS**

Attachment # 2

Check #	Date	Payee	Cash Ac#	Amount
1058	12/01/2010	Ralph Vallone, Jr.	1040	10,242.00
1059	12/01/2010	Osvaldo Carlo Linares	1040	10,242.00
1060	12/06/2010	Ralph Vallone, Jr.	1040	11,082.00
1061	12/06/2010	Osvaldo Carlo Linares	1040	11,082.00
1062	12/06/2010	Ana M. Vizcarrondo	1040	277.05
1063	12/06/2010	Gloria I. Flores Ramos	1040	277.05
1064	12/06/2010	Roxana Pabon	1040	277.05
1065	12/06/2010	Julio Pelot Noriega	1040	264.80
1066	12/06/2010	Ana M. Vizcarrondo	1040	554.10
1062V	12/06/2010	Ana M. Vizcarrondo	1040	-277.05
1067	12/15/10	Ana M. Vizcarrondo	1040	2,005.72
1068	12/15/10	Gloria I. Flores Ramos	1040	1,148.78
1069	12/15/10	Roxana Pabon	1040	743.91
1070	12/15/10	Julio Pelot Noriega	1040	1,677.59
1071	12/30/10	Ana M. Vizcarrondo	1040	2,005.72
1072	12/30/10	Gloria I. Flores Ramos	1040	1,065.97
1073	12/30/10	Roxana Pabon	1040	743.91
1074	12/30/10	Julio Pelot Noriega	1040	<u>1,677.59</u>
<b>Total</b>				<b><u>\$ 55,090.19</u></b>

**MEDSCI DIAGNOSTIC, INC.**  
**Check Register Taxes #3004602497**  
**For the Period From Dec 1, 2010 to Dec 31, 2010**

Attachment # 3

Check #	Date	Payee	Cash Account	Amount
1023	12/07/2010	Banco Santander Puerto Rico	1060	5,769.24
1024	12/07/2010	Banco Santander Puerto Rico	1060	3,099.45
1025	12/07/2010	Secretario de Hacienda	1060	1,134.60
1200	12/31/10	VOID	1060	
<b>Total</b>				<b>\$ 10,003.29</b>

**Medsci Diagnostic, Inc.**  
**Post Petition Accounts Payable**

Attachment # 4

<u>Date Incurred</u>	<u>Days Outstanding</u>	<u>Vendor</u>	<u>Description</u>	<u>Amount</u>
12/15/10	16	Aquino, De Cordova, Alfaro	Professional Serv.	195.00
12/29/10	2	ATT	Utilities	174.48
12/29/10	2	Diagnostic Product	Supplies	171.40
12/31/10	0	Dr. Felix Aponte La Luz	Professional Serv.	12,250.00
12/31/10	5	Dr. Oscar Zavala	Professional Serv.	39,160.00
12/01/2010	24	ReComs Realty	Rent	2,500.00
12/01/2010	33	Regulatory Compliance	Medical Insurance	886.56
12/15/10	16	RICOH	Supplies	108.14
12/31/10	0	US Trustee	Services	4,875.00
12/30/10	1	Lic. Rafael González Vélez		229,985.80
			<u>\$</u>	<u>290,306.38</u>

Attachment # 6

MONTHLY TAX REPORT

MEDSCI DIAGNOSTICS, INC.  
December 1, 2010 THRU December 31, 2010

CASE #1004961 ESL

TAXES OWED AND DUE

NAME OF TAXING	DATE PAYMENT DUE	DESCRIPTION	AMOUNT	DATE LAST TAX RETURN FILED	TAX RETURN PERIOD
IRS	1/15/2011	Soc. Security & Med	\$ 9,635.50	9/30/10	12/31/10
Treasury Department	1/15/2011	Income tax withheld	3,043.70	9/30/10	12/31/10
Treasury Department	1/10/2011	Inc. tax 7%	10,236.25		12/31/10
Total			\$ <u>22,915.45</u>		

19/1/11 at 10:47:50.02

Page: 1

**MEDSCI DIAGNOSTIC, INC.**

**Account Reconciliation**

**As of 31 Dec 2010**

**1050 - Banco Santander**

**Bank Statement Date: 31 December 2010**

Filter Criteria includes: Report is printed in Detail Format.

Beginning GL Balance		38,696.84
Add: Cash Receipts		537,150.33
Less: Cash Disbursements		(451,942.43)
Add (Less) Other		240,735.31
Ending GL Balance		<u>364,640.05</u>
Ending Bank Balance		382,060.09 ✓
Add back deposits in transit		
Total deposits in transit		
(Less) outstanding checks		
30 Dec 2010 1206	(790.50)	
30 Dec 2010 1208	(155.00)	
30 Dec 2010 1209	(2,749.27)	
30 Dec 2010 1210	(1,735.51)	
30 Dec 2010 1211	(150.00)	
30 Dec 2010 1212	(2.65)	
30 Dec 2010 1213	(223.90)	
30 Dec 2010 1217	(306.00)	
30 Dec 2010 1218	(1,035.00)	
29 Dec 2010 1219	(856.21)	
29 Dec 2010 1220	(9,416.00)	
Total outstanding checks		(17,420.04) ✓
Add (Less) Other		
Total other		
Unreconciled difference		0.00
Ending GL Balance		<u>364,640.05</u>

19/1/11 at 10:48:00.10

Page: 1

**MEDSCI DIAGNOSTIC, INC.**  
**Outstanding Checks**  
**As of 31 Dec 2010**  
**1050 - Banco Santander**

Filter Criteria includes: 1) Uncleared Transactions; 2) Checks. Report order is by Number.

Trans No	Date	Trans Desc	Trans Amt
1206	30/12/10	Nixa H. Pérez Mercado	-790.50
1208	30/12/10	Jose Candelaria	-155.00
1209	30/12/10	Easy Finance Corporation	-2,749.27
1210	30/12/10	Internal Revenue Service	-1,735.51
1211	30/12/10	Carlos A. Suarez	-150.00
1212	30/12/10	RICOH	-2.65
1213	30/12/10	De Lage Landen Financial	-223.90
1217	30/12/10	Reliable Financial	-306.00
1218	30/12/10	Aquino, De Cordova, Alfaro	-1,035.00
1219	29/12/10	Santurce XRay	-856.21
1220	29/12/10	Diagnostic Imaging Supplie	-9,416.00
<b>Total</b>			<b><u>-17,420.04</u></b>



## ESTADO DE CUENTA

CHAPTER 11 DEBTOR IN POSSESSION  
MEDSCI DIAGNOSTIC INC  
CASO 1004961  
1319 AVE ASHFORD  
SAN JUAN PR 00907

Página 1  
Número de cuenta 3004602470  
Desde 30 Nov 2010  
Hasta 31 Dic 2010

Caso #  
1004961

Total de depósitos en el Banco	\$382,060.09
Total de préstamos en el Banco	\$0.00

Para preguntas llamar a BANCO EN CASA (787)281-2000 ó 1-800-726-8263

Convierta su estado de cuenta en energía . Solicítelo electrónicamente por Santandernet eBanking. Refiérase al Acuerdo Estados de Cuenta Electrónico.

### DEBTOR IN POSSESSION

Número de cuenta 3004602470

Balance inicial	\$	53,869.32
Depósitos y otros créditos	+	778,150.33
Cheques pagados y otros retiros	-	449,959.56
Balance final	\$	382,060.09✓

### Información de intereses

Intereses ganados \$ 0.00 basado en un período de 031 Días.  
Con una tasa anual de rendimiento de 0.00 %.

### Resumen de depósitos

Fecha	Cantidad	Fecha	Cantidad
12/13	243,724.17	12/23	293,426.16

### Resumen de créditos

Fecha	Descripción	Cantidad
11/30	Tasa int. anual 0.000 %	
12/07	Transfer. de 3004602497	112,000.00
	Transfer Santander GlobAccess	
	3004602497	
12/07	Transfer. de 3004602489	129,000.00
	Transfer Santander GlobAccess	
	3004602489	

### Resumen de cheques pagados

Número de Cheque	Cantidad	Día pagado	Número de Cheque	Cantidad	Día Pagado
1128	500.00	12/14	1183	306.00	12/16
1139*	234.18	12/01	1184	2,749.27	12/21
1146*	127.50	12/23	1185	19,504.00	12/17
1154*	150.00	12/02	1186	342.80	12/31
1163*	315.50	12/01	1187	361.83	12/20
1164	790.50	12/03	1188	3,599.80	12/21
1165	724.50	12/01	1189	1,119.85	12/21
1166	930.00	12/02	1190	179.77	12/21
1167	11,355.30	12/02	1191	724.50	12/15
1168	104,081.45	12/08	1192	347.50	12/15
1169	43,393.80	12/09	1193	790.50	12/17



## ESTADO DE CUENTA

3  
3004602470

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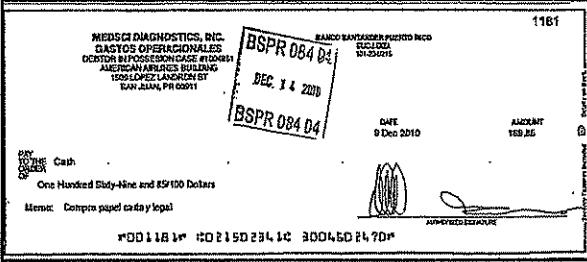
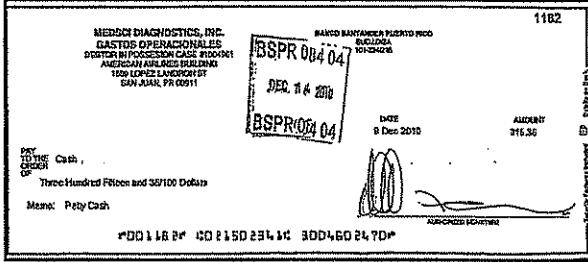
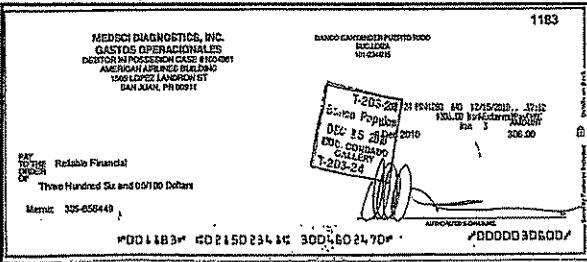
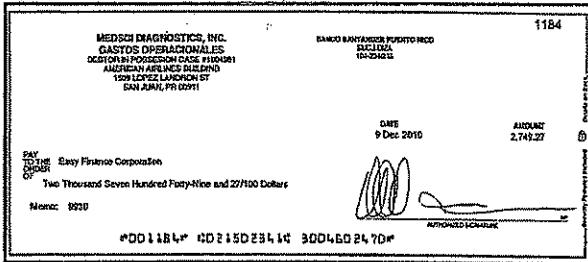
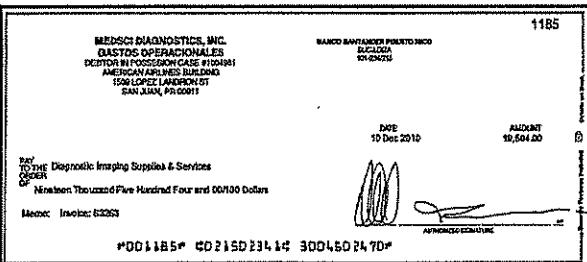
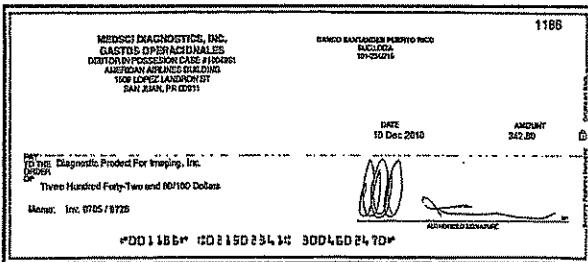
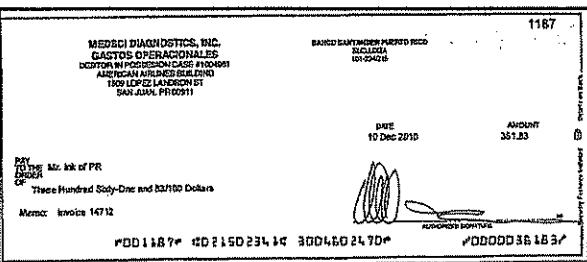
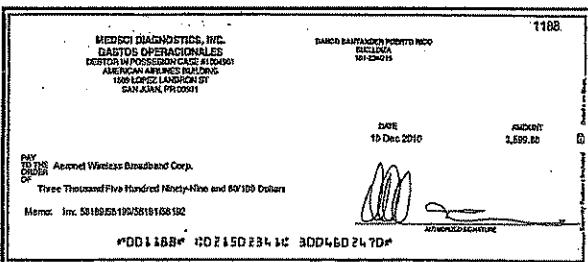
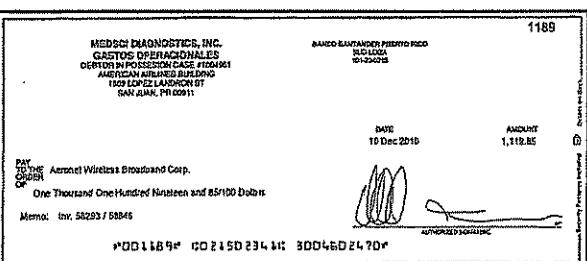
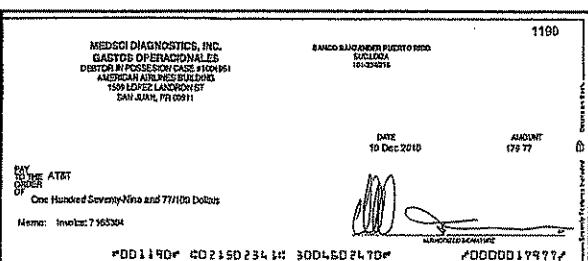
<p><b>1128</b></p> <p>MEDSCI DIAGNOSTICS, INC. GASTOS OPERACIONALES DEBTOR IN POSSESSION CASE #1004961 AMERICAN AIRLINES BUILDING 1500 LOPEZ LANDING ST SAN JUAN, PR 00911</p> <p>BANCO SANTANDER PUERTO RICO SUCURSAL 101-04215</p> <p>DATE 20 Oct 2010</p> <p>AMOUNT \$500.00</p> <p>PAY TO THE ORDER OF Diagnostic Products For Imaging, Inc. Five Hundred and 00/100 Dollars Memo: Invoice #826</p> <p>*PDD1128# CD21502341C 3004602470#</p>	<p><b>1139</b></p> <p>MEDSCI DIAGNOSTICS, INC. GASTOS OPERACIONALES DEBTOR IN POSSESSION CASE #1004961 AMERICAN AIRLINES BUILDING 1500 LOPEZ LANDING ST SAN JUAN, PR 00911</p> <p>BANCO SANTANDER PUERTO RICO SUCURSAL 101-04215</p> <p>DATE 25 Oct 2010</p> <p>AMOUNT \$234.18</p> <p>PAY TO THE ORDER OF Dr. Large Landen Financial Services Two Hundred Thirty-Four and 18/100 Dollars Memo: Invoice #7492274</p> <p>*PDD1139# CD21502341C 3004602470#</p>
<p><b>1146</b></p> <p>MEDSCI DIAGNOSTICS, INC. GASTOS OPERACIONALES DEBTOR IN POSSESSION CASE #1004961 AMERICAN AIRLINES BUILDING 1500 LOPEZ LANDING ST SAN JUAN, PR 00911</p> <p>BANCO SANTANDER PUERTO RICO SUCURSAL 101-04215</p> <p>DATE 6 Nov 2010</p> <p>AMOUNT \$127.50</p> <p>PAY TO THE ORDER OF Verónica Razzoli Crespo One Hundred Twenty-Seven and 50/100 Dollars Memo: Servicios Profesionales</p> <p>*PDD1146# CD21502341C 3004602470#</p>	<p><b>1154</b></p> <p>MEDSCI DIAGNOSTICS, INC. GASTOS OPERACIONALES DEBTOR IN POSSESSION CASE #1004961 AMERICAN AIRLINES BUILDING 1500 LOPEZ LANDING ST SAN JUAN, PR 00911</p> <p>BANCO SANTANDER PUERTO RICO SUCURSAL 101-04215</p> <p>DATE 9 Nov 2010</p> <p>AMOUNT \$150.00</p> <p>PAY TO THE ORDER OF Carlos A. Sosa One Hundred Fifty and 00/100 Dollars Memo: Invoice #21000333</p> <p>*PDD1154# CD21502341C 3004602470#</p>
<p><b>1163</b></p> <p>MEDSCI DIAGNOSTICS, INC. GASTOS OPERACIONALES DEBTOR IN POSSESSION CASE #1004961 AMERICAN AIRLINES BUILDING 1500 LOPEZ LANDING ST SAN JUAN, PR 00911</p> <p>BANCO SANTANDER PUERTO RICO SUCURSAL 101-04215</p> <p>DATE 30 Nov 2010</p> <p>AMOUNT \$315.50</p> <p>PAY TO THE ORDER OF Carlos A. Bonilla Padilla Three Hundred Fifteen and 50/100 Dollars Memo: Pago servicios a pagar</p> <p>*PDD1163# CD21502341C 3004602470#</p>	<p><b>1164</b></p> <p>MEDSCI DIAGNOSTICS, INC. GASTOS OPERACIONALES DEBTOR IN POSSESSION CASE #1004961 AMERICAN AIRLINES BUILDING 1500 LOPEZ LANDING ST SAN JUAN, PR 00911</p> <p>BANCO SANTANDER PUERTO RICO SUCURSAL 101-04215</p> <p>DATE 30 Nov 2010</p> <p>AMOUNT \$760.50</p> <p>PAY TO THE ORDER OF Nisa H. Pérez Mercado Seven Hundred Ninety and 50/100 Dollars Memo: Servicios prestados</p> <p>*PDD1164# CD21502341C 3004602470#</p>
<p><b>1165</b></p> <p>MEDSCI DIAGNOSTICS, INC. GASTOS OPERACIONALES DEBTOR IN POSSESSION CASE #1004961 AMERICAN AIRLINES BUILDING 1500 LOPEZ LANDING ST SAN JUAN, PR 00911</p> <p>BANCO SANTANDER PUERTO RICO SUCURSAL 101-04215</p> <p>DATE 30 Nov 2010</p> <p>AMOUNT \$724.50</p> <p>PAY TO THE ORDER OF Carlos A. Bonilla Padilla Seven Hundred Twenty-Four and 50/100 Dollars Memo: Servicios prestados</p> <p>*PDD1165# CD21502341C 3004602470#</p>	<p><b>1165</b></p> <p>MEDSCI DIAGNOSTICS, INC. GASTOS OPERACIONALES DEBTOR IN POSSESSION CASE #1004961 AMERICAN AIRLINES BUILDING 1500 LOPEZ LANDING ST SAN JUAN, PR 00911</p> <p>BANCO SANTANDER PUERTO RICO SUCURSAL 101-04215</p> <p>DATE 30 Nov 2010</p> <p>AMOUNT \$300.00</p> <p>PAY TO THE ORDER OF Carmen Ramos Nine Hundred Thirty and 00/100 Dollars Memo: Servicios prestados</p> <p>*PDD1165# CD21502341C 3004602470#</p>
<p><b>1166</b></p> <p>MEDSCI DIAGNOSTICS, INC. GASTOS OPERACIONALES DEBTOR IN POSSESSION CASE #1004961 AMERICAN AIRLINES BUILDING 1500 LOPEZ LANDING ST SAN JUAN, PR 00911</p> <p>BANCO SANTANDER PUERTO RICO SUCURSAL 101-04215</p> <p>DATE 30 Nov 2010</p> <p>AMOUNT \$930.00</p> <p>PAY TO THE ORDER OF Dr. Felic Aponte La Luz Eleven Thousand Three Hundred Fifty-Five and 30/100 Dollars Memo: Servicios Profesionales</p> <p>*PDD1166# CD21502341C 3004602470#</p>	<p><b>1168</b></p> <p>MEDSCI DIAGNOSTICS, INC. GASTOS OPERACIONALES DEBTOR IN POSSESSION CASE #1004961 AMERICAN AIRLINES BUILDING 1500 LOPEZ LANDING ST SAN JUAN, PR 00911</p> <p>BANCO SANTANDER PUERTO RICO SUCURSAL 101-04215</p> <p>DATE 5 Dec 2010</p> <p>AMOUNT \$104,081.45</p> <p>PAY TO THE ORDER OF RG Premier Bank One Hundred Four Thousand Eighty-One and 45/100 Dollars Memo: Account: 1500450070</p> <p>*PDD1168# CD21502341C 3004602470#</p>
<p><b>1167</b></p> <p>MEDSCI DIAGNOSTICS, INC. GASTOS OPERACIONALES DEBTOR IN POSSESSION CASE #1004961 AMERICAN AIRLINES BUILDING 1500 LOPEZ LANDING ST SAN JUAN, PR 00911</p> <p>BANCO SANTANDER PUERTO RICO SUCURSAL 101-04215</p> <p>DATE 30 Nov 2010</p> <p>AMOUNT \$-11,355.30</p> <p>PAY TO THE ORDER OF Dr. Felic Aponte La Luz Eleven Thousand Three Hundred Fifty-Five and 30/100 Dollars Memo: Servicios Profesionales</p> <p>*PDD1167# CD21502341C 3004602470#</p>	<p><b>1168</b></p> <p>MEDSCI DIAGNOSTICS, INC. GASTOS OPERACIONALES DEBTOR IN POSSESSION CASE #1004961 AMERICAN AIRLINES BUILDING 1500 LOPEZ LANDING ST SAN JUAN, PR 00911</p> <p>BANCO SANTANDER PUERTO RICO SUCURSAL 101-04215</p> <p>DATE 5 Dec 2010</p> <p>AMOUNT \$104,081.45</p> <p>PAY TO THE ORDER OF RG Premier Bank One Hundred Four Thousand Eighty-One and 45/100 Dollars Memo: Account: 1500450070</p> <p>*PDD1168# CD21502341C 3004602470#</p>



## ESTADO DE CUENTA

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3004602470

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1181      \$-169.85      12/14/10	1182      \$-315.36      12/14/10
	
1183      \$-306.00      12/16/10	1184      \$-2,749.27      12/21/10
	
1185      \$-19,504.00      12/17/10	1186      \$-342.80      12/31/10
	
1187      \$-361.83      12/20/10	1188      \$-3,599.80      12/21/10
	
1189      \$-1,119.85      12/21/10	1190      \$-179.77      12/21/10



## ESTADO DE CUENTA

7  
30D4602470

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MEDSCI DIAGNOSTICS, INC. GASTOS OPERACIONALES DISTRIBUIDOR DE AVIACIONES BURLING AMERICAN AIRLINES BUILDING 1500 LOPEZ LADRON ST SAN JUAN, PR 00911	1205	BSPR UAH 04 DATE 30 DEC 2010 AMOUNT \$47.50
PAY TO THE: Carlos A. Rojas Padilla CREDIT: Two Hundred Forty-Seven and 50/100 Dollars MEMO: Pago gasolina / gasoil		
#DD1205# CD215023414 30D4602470#		

1205 \$-347.50 12/30/10

MEDSCI DIAGNOSTICS, INC. GASTOS OPERACIONALES DISTRIBUIDOR DE AVIACIONES BURLING AMERICAN AIRLINES BUILDING 1500 LOPEZ LADRON ST SAN JUAN, PR 00911	1207	BANCO SANTANDER PUERTO RICO EXCELENZA 10-204215 DATE 30 Dec 2010 AMOUNT \$30.00
PAY TO THE: Carroll Romeo CREDIT: Nine Hundred Thirty and 00/100 Dollars MEMO: Servicios prestados		
#DD1207# CD215023414 30D4602470#		

1207 \$-930.00 12/30/10

MEDSCI DIAGNOSTICS, INC. GASTOS OPERACIONALES DISTRIBUIDOR DE AVIACIONES BURLING AMERICAN AIRLINES BUILDING 1500 LOPEZ LADRON ST SAN JUAN, PR 00911	1215	BANCO SANTANDER PUERTO RICO EXCELENZA 10-204215 DATE 30 Dec 2010 AMOUNT \$2,500.00
PAY TO THE: Raquel Raby CREDIT: Two Thousand Five Hundred and 00/100 Dollars MEMO:		
#DD1215# CD215023414 30D4602470#		

1215 \$-2,500.00 12/30/10

MEDSCI DIAGNOSTICS, INC. GASTOS OPERACIONALES DISTRIBUIDOR DE AVIACIONES BURLING AMERICAN AIRLINES BUILDING 1500 LOPEZ LADRON ST SAN JUAN, PR 00911	1216	BANCO SANTANDER PUERTO RICO EXCELENZA 10-204215 DATE 30 Dec 2010 AMOUNT \$86.56
PAY TO THE: Regulatory Compliance Services CREDIT: Eight Hundred Eighty-Six and 66/100 Dollars MEMO:		
#DD1216# CD215023414 30D4602470#		

1216 \$-886.56 12/31/10

1/4/11 at 14:39:17.69

Page: 1

**MEDSCI DIAGNOSTIC, INC.**  
**Account Reconciliation**  
**As of 31 Dec 2010**  
**1060 - Banco Santander-Taxes**  
**Bank Statement Date: 31 December 2010**

Filter Criteria includes: Report is printed in Detail Format.

Beginning GL Balance		1,192.48
Add: Cash Receipts		122,948.79
Less: Cash Disbursements		(10,003.29)
Add (Less) Other		<u>(112,000.00)</u>
Ending GL Balance		<u>2,137.98</u>
Ending Bank Balance		<u>3,272.58</u> ✓
Add back deposits in transit		_____
Total deposits in transit		_____
(Less) outstanding checks	7 Dec 2010      1025	<u>(1,134.60)</u>
Total outstanding checks		(1,134.60)
Add (Less) Other		_____
Total other		_____
Unreconciled difference		<u>0.00</u>
Ending GL Balance		<u>2,137.98</u> ✓

14/1/11 at 14:39:26.42

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**MEDSCI DIAGNOSTIC, INC.**  
**Outstanding Checks**  
**As of 31 Dec 2010**  
**1060 - Banco Santander-Taxes**

Filter Criteria includes: 1) Uncleared Transactions; 2) Checks. Report order is by Number.

Trans No	Date	Trans Desc	Trans Amt
1025	7/12/10	Secretario de Hacienda	-1,134.60
		Total	<u>-1,134.60</u> ✓



## ESTADO DE CUENTA

CHAPTER 11 DEBTOR IN POSSESSION  
MEDSCI DIAGNOSTIC INC  
CASO 1004961  
1319 AVE ASHFORD  
SAN JUAN PR 00907

Página 1  
Número de cuenta 3004602497  
Desde 30 Nov 2010  
Hasta 31 Dic 2010

10  
601

Caso #  
1004961

Total de depósitos en el Banco	\$3,272.58
Total de préstamos en el Banco	\$0.00

Para preguntas llamar a BANCO EN CASA (787)281-2000 ó 1-800-726-8263

Convierta su estado de cuenta en energía . Solicítelo electrónicamente por Santandernet eBanking. Refiérase al Acuerdo Estados de Cuenta Electrónico.

### DEBTOR IN POSSESSION

Número de cuenta 3004602497

Balance inicial	\$	1,192.48
Depósitos y otros créditos	+	122,948.79
Cheques pagados y otros retiros	-	120,868.69
Balance final	\$	3,272.58

### Información de intereses

Intereses ganados \$ 0.00 basado en un período de 031 Días.  
Con una tasa anual de rendimiento de 0.00 %.

### Resumen de depósitos

Fecha	Cantidad	Fecha	Cantidad
12/06	122,948.79		

### Resumen de cheques pagados

Número de Cheque	Cantidad	Día pagado	Número de Cheque	Cantidad	Día Pagado
1023	5,769.24	12/10	1024	3,099.45	12/10

### Resumen de débitos

Fecha	Descripción	Cantidad
12/07	Transfer. a JT 004602470 Transfer Santander GlobAccess 3004602470	112,000.00

### Resumen de balance diario de la cuenta

Fecha	Balance	Fecha	Balance	Fecha	Balance
12/06	124,141.27	12/10	3,272.58	12/31	3,272.58
12/07	12,141.27				

### Resumen de cargos por sobregiro y efectos devueltos:

Total del período	Total acumulado durante el año 2010
-------------------	-------------------------------------

Total de intereses por sobregiro \$0.00 \$2.00

PO Box 362589, San Juan, Puerto Rico 00936-2589

Miembro FDIC



ESTADO DE CUENTA

3  
3004602497

Banco Santander Puerto Rico certifica que estas son copias fieles y exactas de sus cheques u otros efectos procesados en este estado  
Banco Santander Puerto Rico certifies that these images are legitimate and exact copies of your checks or other effects processed in this statement

MEDSCI DIAGNOSTICS, INC. D.I.F. BSPR 082 CHECKS ACCOUNT AMERICAN AIRLINES BUILDING 1501 DE LAUREDO ST SAN JUAN, PR 00911 DEC 10 2010	RANDO SANTANDER PUERTO RICO EXCELENT 10/13/2011	1023
DATE 7 Dec 2010		AMOUNT
		5,769.24
PAY TO THE Banco Santander Puerto Rico Five Thousand Seven Hundred Sixty-Nine and 24/100 Dollars Memo: SS Rel. nov. 201006-0690576 #DD1023# HD21502341# 3004602497#		
#DD1023# HD21502341# 3004602497#		

1023 \$-5,769.24 12/10/10

BSPR 082 CHECKS ACCOUNT AMERICAN AIRLINES BUILDING 1501 DE LAUREDO ST SAN JUAN, PR 00911 DEC 10 2010	MEDSCI DIAGNOSTICS, INC. D.I.F. BSPR 082 CHECKS ACCOUNT AMERICAN AIRLINES BUILDING 1501 DE LAUREDO ST SAN JUAN, PR 00911 DEC 10 2010	1024
DATE 7 Dec 2010		AMOUNT
		3,099.45
PAY TO THE Banco Santander Puerto Rico Three Thousand Ninety-Nine and 45/100 Dollars Memo: IT Rel. nov. 201006-0690576 #DD1024# HD21502341# 3004602497#		
#DD1024# HD21502341# 3004602497#		

1024 \$-3,099.45 12/10/10

14/1/11 at 14:36:41.12

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MEDSCI DIAGNOSTIC, INC.

Account Reconciliation

As of 31 Dec 2010

1040 - Banco Santander-Payroll

Bank Statement Date: 31 December 2010

Filter Criteria includes: Report is printed in Detail Format.

AP  
1/1/11  
AP

Beginning GL Balance	28,792.12
Add: Cash Receipts	225,734.25
Less: Cash Disbursements	(55,090.19)
Add (Less) Other	<u>(129,000.00)</u>
Ending GL Balance	<u>70,436.18</u>
Ending Bank Balance	70,436.18
Add back deposits in transit	_____
Total deposits in transit	_____
(Less) outstanding checks	_____
Total outstanding checks	_____
Add (Less) Other	_____
Total other	_____
Unreconciled difference	0.00
Ending GL Balance	<u>70,436.18</u> ✓



## ESTADO DE CUENTA

CHAPTER 11 DEBTOR IN POSSESSION  
MEDSCI DIAGNOSTIC INC  
CASO 1004961  
1319 AVE ASHFORD  
SAN JUAN PR 00907

Página 1  
Número de cuenta 3004602489  
Desde 30 Nov 2010  
Hasta 31 Dic 2010

1 Caso #  
1004961

Total de depósitos en el Banco	\$70,436.18
Total de préstamos en el Banco	\$0.00

Para preguntas llamar a

BANCO EN CASA (787)281-2000 ó 1-800-726-8263

Convierta su estado de cuenta en energía . Solicítelo electrónicamente por  
Santandernet eBanking. Refiérase al Acuerdo Estados de Cuenta Electrónico.

Número de cuenta 3004602489

### DEBTOR IN POSSESSION

Balance inicial	\$ 34,352.58
Depósitos y otros créditos	+ 225,734.25
Cheques pagados y otros retiros	- 189,650.65
Balance final	\$ 70,436.18 ✓

### Información de intereses

Intereses ganados \$ 0.00 basado en un período de 031 Días.  
Con una tasa anual de rendimiento de 0.00 %.

### Resumen de depósitos

Fecha	Cantidad	Fecha	Cantidad
12/06	177,021.78	12/13	48,712.47

### Resumen de cheques pagados

Número de Cheque	Cantidad	Día pagado	Número de Cheque	Cantidad	Día Pagado
1054	2,005.72	12/02	1065	264.80	12/10
1055	1,133.24	12/01	1066	554.10	12/08
1056	743.91	12/01	1067	2,005.72	12/16
1057	1,677.59	12/02	1068	1,148.78	12/15
1058	10,242.00	12/01	1069	743.91	12/15
1059	10,242.00	12/02	1070	1,677.59	12/15
1060	11,082.00	12/07	1071	2,005.72	12/31
1061	11,082.00	12/10	1072	1,065.97	12/30
1063*	277.05	12/14	1073	743.91	12/31
1064	277.05	12/10	1074	1,677.59	12/31

\* Indica un cambio en la secuencia del número de cheque en el estado

### Resumen de débitos

Fecha	Descripción	Cantidad
12/07	Transfer. a IT 004602470 Transfer Santander GlobAccess 3004602470	129,000.00



## ESTADO DE CUENTA

3  
3004602489

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MEDSCI DIAGNOSTICS, INC. D.I.P.	PAYROLL	BANCO SANTANDER PUERTO RICO
AMERICAN AIRLINES BUILDING	1500 LOPEZ LANDON ST	SUCURSAL 101-294215
1500 LOPEZ LANDON ST	SAN JUAN, PR 00911	
DATE 30 Nov 2010 AMOUNT 2,005.72		
PAY TO THE ORDER OF Ana M. Vazquez Two Thousand Five and 72/100 Dollars		
#DD1054# CD215D2341C 3004602489# #DD00200572#		

1054 \$-2,005.72 12/02/10

MEDSCI DIAGNOSTICS, INC. D.I.P.	PAYROLL	BANCO SANTANDER PUERTO RICO
AMERICAN AIRLINES BUILDING	1500 LOPEZ LANDON ST	SUCURSAL 101-294215
1500 LOPEZ LANDON ST	SAN JUAN, PR 00911	
DATE 30 Nov 2010 AMOUNT 1,133.24		
PAY TO THE ORDER OF Gloria I. Flores Ramo One Thousand One Hundred Thirty-Three and 24/100 Dollars		
#DD1055# CD215D2341C 3004602489# #DD00113324#		

1055 \$-1,133.24 12/01/10

MEDSCI DIAGNOSTICS, INC. D.I.P.	PAYROLL	BANCO SANTANDER PUERTO RICO
AMERICAN AIRLINES BUILDING	1500 LOPEZ LANDON ST	SUCURSAL 101-294215
1500 LOPEZ LANDON ST	SAN JUAN, PR 00911	
DATE 30 Nov 2010 AMOUNT 743.51		
PAY TO THE ORDER OF Roxana Palom Seven Hundred Forty-Three and 51/100 Dollars		
#DD1056# CD215D2341C 3004602489# #DD00074351#		

1056 \$-743.91 12/01/10

MEDSCI DIAGNOSTICS, INC. D.I.P.	PAYROLL	BANCO SANTANDER PUERTO RICO
AMERICAN AIRLINES BUILDING	1500 LOPEZ LANDON ST	SUCURSAL 101-294215
1500 LOPEZ LANDON ST	SAN JUAN, PR 00911	
DATE 30 Nov 2010 AMOUNT 1,677.59		
PAY TO THE ORDER OF Gloria I. Flores Ramo One Thousand Six Hundred Seventy-Seven and 59/100 Dollars		
#DD1057# CD215D2341C 3004602489# #DD00167759#		

1057 \$-1,677.59 12/02/10

MEDSCI DIAGNOSTICS, INC. D.I.P.	PAYROLL	BANCO SANTANDER PUERTO RICO
AMERICAN AIRLINES BUILDING	1500 LOPEZ LANDON ST	SUCURSAL 101-294215
1500 LOPEZ LANDON ST	SAN JUAN, PR 00911	
DATE 1 Dec 2010 AMOUNT 10,242.00		
PAY TO THE ORDER OF Ralph Valente, Jr. Ten Thousand Two Hundred Forty-Two and 00/100 Dollars		
#DD1058# CD215D2341C 3004602489# #DD00102420#		

1058 \$-10,242.00 12/01/10

MEDSCI DIAGNOSTICS, INC. D.I.P.	PAYROLL	BANCO SANTANDER PUERTO RICO
AMERICAN AIRLINES BUILDING	1500 LOPEZ LANDON ST	SUCURSAL 101-294215
1500 LOPEZ LANDON ST	SAN JUAN, PR 00911	
DATE 1 Dec 2010 AMOUNT 10,242.00		
PAY TO THE ORDER OF Octavio Carlo Linares Ten Thousand Two Hundred Forty-Two and 00/100 Dollars		
#DD1059# CD215D2341C 3004602489# #DD00102420#		

1059 \$-10,242.00 12/02/10

MEDSCI DIAGNOSTICS, INC. D.I.P.	PAYROLL	BANCO SANTANDER PUERTO RICO
AMERICAN AIRLINES BUILDING	1500 LOPEZ LANDON ST	SUCURSAL 101-294215
1500 LOPEZ LANDON ST	SAN JUAN, PR 00911	
DATE 6 Dec 2010 AMOUNT 11,082.00		
PAY TO THE ORDER OF Ralph Valente, Jr. Eleven Thousand Eighty-Two and 00/100 Dollars		
#DD1060# CD215D2341C 3004602489# #DD00110820#		

1060 \$-11,082.00 12/07/10

MEDSCI DIAGNOSTICS, INC. D.I.P.	PAYROLL	BANCO SANTANDER PUERTO RICO
AMERICAN AIRLINES BUILDING	1500 LOPEZ LANDON ST	SUCURSAL 101-294215
1500 LOPEZ LANDON ST	SAN JUAN, PR 00911	
DATE 6 Dec 2010 AMOUNT 11,082.00		
PAY TO THE ORDER OF Cavallo Carlo Linares Eleven Thousand Eighty-Two and 00/100 Dollars		
#DD1061# CD215D2341C 3004602489# #DD00110820#		

1061 \$-11,082.00 12/10/10

MEDSCI DIAGNOSTICS, INC. D.I.P.	PAYROLL	BANCO SANTANDER PUERTO RICO
AMERICAN AIRLINES BUILDING	1500 LOPEZ LANDON ST	SUCURSAL 101-294215
1500 LOPEZ LANDON ST	SAN JUAN, PR 00911	
DATE 6 Dec 2010 AMOUNT 237.00		
PAY TO THE ORDER OF Gloria I. Flores Ramo Two Hundred Seventy-Seven and 00/100 Dollars		
#DD1063# CD215D2341C 3004602489# #DD00023700#		

1063 \$-237.00 12/14/10

MEDSCI DIAGNOSTICS, INC. D.I.P.	PAYROLL	BANCO SANTANDER PUERTO RICO
AMERICAN AIRLINES BUILDING	1500 LOPEZ LANDON ST	SUCURSAL 101-294215
1500 LOPEZ LANDON ST	SAN JUAN, PR 00911	
DATE 6 Dec 2010 AMOUNT 237.00		
PAY TO THE ORDER OF Roxana Palom Two Hundred Seventy-Seven and 00/100 Dollars		
#DD1064# CD215D2341C 3004602489# #DD00023700#		

1064 \$-237.00 12/10/10

MEDSCI DIAGNOSTIC, INC.  
Balance Sheet  
December 31, 2010

ASSETS

Current Assets	
RG Premier Acct.	\$ 2,326.87
Banco Santander-Payroll	70,436.18
Banco Santander	364,640.05
Banco Santander-Taxes	2,137.98
Accounts Receivable	1,189,084.00
Unbilled receivable	106,632.00
Allowance for Doubtful Account	(45,600.00)
Prepaid income tax	9,940.41
Inventory- Mayaguez	2,261.13
Inventory- Ponce	1,564.20
Inventory- Carolina	2,681.50
Inventory- San Juan	1,643.40
Prepaid Insurance	24,699.47
 Total Current Assets	 1,732,447.19
Property and Equipment	
Furnitures & Fixtures	3,631.58
Signs	18,599.81
Property and Equipment-May	965,487.17
Property and Equipment-Pon	908,903.20
Property and Equipment-Car	948,732.17
Property and Equipment- SJ	465,805.03
Vehicles	13,795.00
Building Improvement- MAY	294,079.80
Building Improvement- Poc	360,746.48
Building Improvement- Car	250,746.45
Computer Software-May	544,950.00
Computer Software- Pон	544,950.02
Computer Software- Carol	544,950.00
Computer Software- SJ	375,650.00
Accum. Dep.-Furnitures	(3,530.78)
Accum. Dep. - Signs	(12,399.84)
Acc. Dep. Vehicles	(7,127.59)
Accum. Dep. - Prop&Eq M	(395,442.77)
Accum. Dep. - Prop&Eq P	(370,994.27)
Accum. Dep. - Prop&Eq C	(382,650.12)
Accum. Dep. - Prop&Eq S	(189,030.80)
Accum. Dep. - Building Impro M	(101,527.55)
Accum. Dep. - Building Impro. P	(124,543.42)
Accum. Dep. - Building Impro. C	(86,567.23)
Acc. Dep. Computer Software-M	(221,493.50)
Acc. Dep. Computer Software-P	(220,898.71)
Acc. Dep. Computer Software-C	(218,960.30)
Acc. Dep. Computer Software-SJ	(156,375.86)
 Total Property and Equipment	 3,749,483.97
 Total Assets	 \$ 5,481,931.16

MEDSCI DIAGNOSTIC, INC.

Balance Sheet  
December 31, 2010

LIABILITIES AND STOCKHOLDERS' EQUITY

Current Liabilities

Accounts payable	\$ 885,782.74
Post Petition- Accts payable	290,306.38
Due to Stockholders	2,448.74
Property tax payable(CRIM)	919,980.82
FICA (IRS) payable	9,635.50
Income W/H tax payable	3,043.70
Income taxes 7% payable	10,236.25
Accrued vacation	10,460.36
Accrued sick	7,764.04
Accrued chrismas bonus	2,000.00
Accrued expense	65,582.29
Insurance payable	14,806.09
Line of Credit- RG	499,652.78
C/P Lines of Credit	3,969,512.35
Reliable Loan- C/P	2,992.77

Total Current Liabilities 6,694,204.81

Long-Term Liabilities

Reliable Loan- L/T 7,870.51

Total Long-Term Liabilities 7,870.51

Total Liabilities 6,702,075.32

Stockholders' Equity

Accumulated Deficit	(952,150.08)
Subscription receivable	(1,000.00)
Common Stock	1,000.00
Net Income (Loss)	(267,994.08)

Total Stockholders' Equity (1,220,144.16)

Total Liabilities & Stockholders' Equity \$ 5,481,931.16

**MEDSCI DIAGNOSTIC, INC.**  
**Income Statement**  
For the Twelve Months Ending December 31, 2010

	Current Month This Year	Year to Date This Year	Current Month Last Year	Year to Date Last Year
<b>Revenues</b>				
Professional fees	\$ 283,826.37	\$ 3,525,745.40	\$ 920,569.97	\$ 3,470,551.90
Total Revenues	<u>283,826.37</u>	<u>3,525,745.40</u>	<u>920,569.97</u>	<u>3,470,551.90</u>
Cost of Services				
Supplies cost	40,923.25	280,490.16	152,227.54	386,200.43
Repair & Maintenance- cost	4,719.65	228,477.94	(24,377.69)	358,931.17
Tolls	77.50	1,678.25	155.00	1,759.15
Cost of Sales-Salary & Wage	14,976.86	167,405.14	21,114.18	166,581.53
Car Allowance	0.00	100.00	200.00	7,400.00
Professional services	53,177.50	718,203.38	104,639.73	775,698.59
Depreciation Equipment	75,569.71	906,336.52	146,789.02	883,432.24
Payroll tax - cost	4,937.56	19,854.11	1,602.65	14,627.21
Total Cost of Services	<u>194,382.03</u>	<u>2,322,545.50</u>	<u>402,350.43</u>	<u>2,594,630.32</u>
Gross Profit	<u>89,444.34</u>	<u>1,203,199.90</u>	<u>518,219.54</u>	<u>875,921.58</u>
Expenses				
Workmen compensation	0.00	6,616.66	0.00	1,095.93
Payroll tax expense	(119.81)	9,857.03	0.00	0.00
Christmas Bonus expense	0.00	0.00	1,000.00	1,000.00
Property tax expense	0.00	252,210.80	274,423.03	344,423.03
Bad Debt expense	0.00	0.00	5,600.00	5,600.00
Rent expense	2,723.90	35,289.60	5,223.90	32,686.80
Professional services	49,451.90	365,992.65	71,135.30	591,290.30
Maintenance & Repairs expense	120.00	5,000.00	0.00	3,461.68
Representation expense	66.23	74.16	10,000.00	21,990.00
Consulting expense	0.00	0.00	0.00	17,000.00
Licence expense	0.00	258.00	0.00	658.00
Reimbursement expense	200.00	9,768.10	0.00	0.00
Office Supplies expense	610.96	4,223.35	526.44	5,083.74
Telephone expense	354.25	2,047.57	553.35	2,316.89
Office expense	169.85	3,461.82	0.00	490.79
Messenger/ Delivery expenses	155.00	1,336.00	965.00	2,520.00
Auto expense	270.00	6,472.52	540.00	6,775.00
Bank charge expense	264.69	1,567.16	159.20	1,004.80
Medical Insurance	661.34	10,972.66	4,751.48	12,835.87
Salaries expense	48,000.00	192,000.00	0.00	0.00
Sick expense	0.00	0.00	6,330.34	6,330.34
Vacation expense	0.00	0.00	4,395.18	4,395.18
Accounting & Legal expense	229,985.80	229,985.80	0.00	0.00
Insurance expense	2,338.40	30,059.45	4,676.80	29,662.96
Interest expense	43,815.69	274,605.83	25,060.00	319,252.34
US Trustee- Administration	4,875.00	10,400.00	0.00	0.00
Donation expense	0.00	2,000.00	0.00	0.00
Depreciation expense	0.00	0.00	1,694.91	6,779.65
Patent expense	0.00	16,094.46	0.00	16,996.32
Penalties expense	0.00	795.02	0.00	0.00
Sales tax expense	0.00	105.34	0.00	0.00
Total Expenses	<u>383,943.20</u>	<u>1,471,193.98</u>	<u>417,034.93</u>	<u>1,433,649.62</u>
Net Income (Loss)	<u>\$ (294,498.86)</u>	<u>\$ (267,994.08)</u>	<u>\$ 101,184.61</u>	<u>\$ (557,728.04)</u>

For Management Purposes Only

1/19/11 at 19:56:38.13

Page: 1

**MEDSCI DIAGNOSTIC, INC.**  
**General Ledger Trial Balance**  
**As of Dec 31, 2010**

Filter Criteria includes: Report order is by ID. Report is printed in Detail Format.

Account ID	Account Description	Debit Amt	Credit Amt
1035	RG Premier Acct.	2,326.87	
1040	Banco Santander-Payroll	70,436.18	
1050	Banco Santander	364,640.05	
1060	Banco Santander-Taxes	2,137.98	
1100	Accounts Receivable	1,189,084.00	
1110	Unbilled receivable	106,632.00	
1150	Allowance for Doubtful Acc		45,600.00
1158	Prepaid income tax	9,940.41	
1201	Inventory- Mayaguez	2,261.13	
1202	Inventory- Ponce	1,564.20	
1203	Inventory- Carolina	2,681.50	
1204	Inventory- San Juan	1,643.40	
1415	Prepaid Insurance	24,699.47	
1498	Furnitures & Fixtures	3,631.58	
1499	Signs	18,599.81	
1500	Property and Equipment-M	965,487.17	
1501	Property and Equipment-P	908,903.20	
1502	Property and Equipment-C	948,732.17	
1503	Property and Equipment- S	465,805.03	
1504	Vehicles	13,795.00	
1600	Building Improvement- MA	294,079.80	
1601	Building Improvement- Poc	360,746.48	
1602	Building Improvement- Car	250,746.45	
1700	Computer Software-May	544,950.00	
1701	Computer Software- Ponc	544,950.02	
1702	Computer Software- Carol	544,950.00	
1703	Computer Software- SJ	375,650.00	
1800	Accum. Dep.-Furnitures		3,530.78
1801	Accum. Dep. - Signs		12,399.84
1805	Acc. Dep. Vehicles		7,127.59
1900	Accum. Dep. - Prop&Eqt M		395,442.77
1905	Accum. Dep. - Prop&Eqt P		370,994.27
1910	Accum. Dep. - Prop&Eqt C		382,650.12
1915	Accum. Dep. - Prop&Eqt S		189,030.80
1920	Accum. Dep.- Building Impr		101,527.55
1925	Accum. Dep.- Building Impr		124,543.42
1930	Accum. Dep.- Building Impr		86,567.23
1940	Acc. Dep. Computer Softw		221,493.50
1941	Acc. Dep. Computer Softw		220,898.71
1942	Acc. Dep. Computer Softw		218,960.30
1943	Acc. Dep. Computer Softw		156,375.86
2000	Accounts payable		885,782.74
2005	Post Petition- Accts payabl		290,306.38
2100	Due to Stockholders		2,448.74
2312	Property tax payable(CRIM)		919,980.82
2330	FICA (IRS) payable		9,635.50
2350	Income W/H tax payable		3,043.70
2380	Income taxes 7% payable		10,236.25
2381	Accrued vacation		10,460.36
2382	Accrued sick		7,764.04
2383	Accrued chrismas bonus		2,000.00
2384	Accrued expense		65,582.29
2390	Insurance payable		14,806.09
2425	Line of Credit- RG		499,652.78
2427	C/P Lines of Credit		3,969,512.35
2428	Reliable Loan- C/P		2,992.77
2699	Reliable Loan- L/T		7,870.51
3910	Accumulated Deficit	952,150.08	
3925	Subscription receivable	1,000.00	
3930	Common Stock		1,000.00
4000	Professional fees		3,525,745.40
5300	Supplies cost	280,490.16	

1/19/11 at 19:56:38.18

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**MEDSCI DIAGNOSTIC, INC.**  
**General Ledger Trial Balance**  
**As of Dec 31, 2010**

Filter Criteria includes: Report order is by ID. Report is printed in Detail Format.

Account ID	Account Description	Debit Amt	Credit Amt
5350	Repair & Mantainence- cos	228,477.94	
5360	Tolls	1,678.25	
5400	Cost of Sales-Salary & Wa	167,405.14	
5405	Car Allowance	100.00	
5500	Professional services	718,203.38	
5900	Depreciation Equipment	906,336.52	
5950	Workmen compensation	6,616.66	
6075	Payroll tax expense	9,857.03	
6100	Payroll tax - cost	19,854.11	
6130	Property tax expense	252,210.80	
6300	Rent expense	35,289.60	
6325	Professional services	365,992.65	
6350	Maintenance & Repairs exp	5,000.00	
6410	Representation expense	74.16	
6420	Licence expense	258.00	
6430	Reimbursement expense	9,768.10	
6450	Office Supplies expense	4,223.35	
6500	Telephone expense	2,047.57	
6550	Office expense	3,461.82	
6575	Messenger/ Delivery expen	1,336.00	
6615	Auto expense	6,472.52	
6850	Bank charge expense	1,567.16	
6875	Medical Insurance	10,972.66	
6900	Salaries expense	192,000.00	
6930	Accounting & Legal expens	229,985.80	
6950	Insurance expense	30,059.45	
6975	Interest expense	274,605.83	
6980	US Trustee- Administration	10,400.00	
7000	Donation expense	2,000.00	
7060	Patent expense	16,094.46	
7150	Penalties expense	795.02	
7200	Sales tax expense	105.34	
<b>Total:</b>		<b>12,765,963.4</b>	<b>12,765,963.4</b>